



July 9, 2014

Item No. 8

AUTHORIZATION TO ENTER INTO A COOPERATIVE PURCHASING AGREEMENT WITH CHICAGO PUBLIC SCHOOLS TO UTILIZE ITS MASTER EQUIPMENT PURCHASE AGREEMENT WITH DELL MARKETING L.P. FOR THE SUPPLY, DELIVERY AND INSTALLATION OF PERSONAL COMPUTERS, MOBILE EQUIPMENT, SERVER STORAGE AND RELATED SUPPORT SERVICES

To the Honorable Board of Commissioners:

RECOMMENDATION

It is recommended that the Board of Commissioners authorize the Chief Executive Officer or his designee to enter into a cooperative purchasing agreement with Chicago Public Schools ("CPS") to utilize its Master Equipment Purchase Agreement (the "Agreement") between the Chicago Public Schools and Dell Marketing L.P. for the supply, delivery and installation of personal computers, mobile equipment, server storage and related support services in the amount not-to-exceed \$1.9 million for a term of sixteen (16) months with two (2) two (2) year options.

The Chief Financial and Administrative Officer, the Office of the General Counsel and the Office of Procurement have completed all necessary due diligence to support the submission of this initiative and recommend the approval of this item accordingly.

CORPORATE GOAL

Streamline operations to make CHA more customer-focused and efficient.

The majority of CHA's personal computers are five years old or older. Due to the age of the computers they are failing more frequently, which could result in loss of productivity requiring use of more resources and time to maintain. Expanding server storage will provide sufficient data capacity for CHA's current and future initiatives. Additional storage will also be added to CHA's Disaster Recovery site. Utilizing an Inter-Government Agreement with CPS allows CHA to achieve competitive pricing.

FUNDING

General Fund, Fiscal Year 2014/2015

CONTRACT SUMMARY

Specification No.:	CPS # 105081
Vendor:	Dell Marketing L.P.
Contract Type:	Cooperative Purchasing Agreement
Base Contract Term:	16 months with two (2) two (2) year options
Base Contract Amount:	\$1,550,000 (NTE)
Total Aggregate Contract Amount:	\$1.9M (NTE)

GENERAL BACKGROUND /EXPLANATION

The CPS entered into the Dell Master Equipment Purchase Agreement on or about November 15, 2012 and it expires October 31, 2015. The Agreement is renewable, multi-year contract. Although the CHA could enter into its own Master Equipment Purchase Agreement, because of the much smaller volume of personal computers, the CHA could not achieve the same advantageous discount levels that have been obtained by the CPS through its volume master agreement.

The CHA's aging inventory exceeds the normal industry standard for computer useful life. End of life equipment is more susceptible to failure with continuous day to day usage. Over 90 percent of CHA's computers have been in use for five (5) years or longer.

The CEO/President recommends the approval to enter into a cooperative purchasing agreement with Chicago Public Schools to utilize its Master Equipment Purchase Agreement between the Chicago Public Schools and Dell Marketing L.P. for the supply, delivery and installation of personal computers, mobile equipment, server storage and related support services in the amount not-to-exceed \$1.9 million for a term of sixteen (16) months with two (2) two (2) year options.

RESOLUTION NO. 2014-CHA-74

WHEREAS, the Board of Commissioners has reviewed the Board Letter July 9, 2014 entitled **“AUTHORIZATION TO ENTER INTO A COOPERATIVE PURCHASING AGREEMENT WITH CHICAGO PUBLIC SCHOOLS TO UTILIZE ITS MASTER EQUIPMENT PURCHASE AGREEMENT WITH DELL MARKETING L.P. FOR THE SUPPLY, DELIVERY AND INSTALLATION OF PERSONAL COMPUTERS, MOBILE EQUIPMENT, SERVER STORAGE AND RELATED SUPPORT SERVICES”**.

THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY

THAT the Board of Commissioners authorizes the Chief Executive Officer or his designee to enter into a cooperative purchasing agreement with Chicago Public Schools to utilize its Master Equipment Purchase Agreement between the Chicago Public Schools and Dell Marketing L.P. for the supply, delivery and installation of personal computers, mobile equipment, server storage and related support services in the amount not-to-exceed \$1.9 million for a term of sixteen (16) months with two (2) two (2) year options.

